## **SENSITIVE** 1 BEFORE THE FEDERAL ELECTION COMMISSION 2 3 In the Matter of ) 4 ) 5 CASE CLOSURE UNDER THE **MUR 5589R** ) ENFORCEMENT PRIORITY SYSTEM THE BUFFALO COUNTY 6 ) 7 **PROGRESSIVES** 2: 8 ) 9 10 11 **GENERAL COUNSEL'S REPORT** 12 13 Under the Enforcement Priority System, matters that are low-rated 14 are forwarded to the Commission with a recommendation for dismissal. The 15 16 Commission has determined that pursuing low-rated matters compared to other higher rated 17 matters on the Enforcement docket warrants the exercise of its prosecutorial discretion to 18 dismiss these cases. 19 The Office of General Counsel scored MUR 5589R as a low-rated matter. In this 20 case the respondent, The Buffalo County Progressives ("BCP"), allegedly made expenditures 21 in excess of \$1,000 to influence federal elections, but failed to register and report as a 22 political committee. The complainant asserts that BCP spent a minimum of \$1,517 in advertising costs supporting federal candidates running in the 2004 election. The BCP denies 23 24 that its expenditures exceeded \$1,000 and claims the major purpose of its advertising was to 25 inform the public on important issues. 26 Based upon a review of the communications at issue, it is questionable whether BCP 27 made expenditures amounting to \$1,000, which could have triggered a registration and 28 reporting obligation with the Commission. While BCP may not have fully complied with the 29 Federal Election Campaign Act's disclaimer requirements, or with reporting requirements

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- 1 under 2 U.S.C. § 434(c), in light of the de minimis amount of the alleged activity and after a
- 2 review of the merits of MUR 5589R in furtherance of the Commission's priorities and
- 3 resources relative to other matters pending on the Enforcement docket, the Office of General
- 4 Counsel believes that the Commission should exercise its prosecutorial discretion and
- 5 dismiss the matter. See Heckler v. Chaney, 470 U.S. 821 (1985).

## RECOMMENDATION

- 7 The Office of General Counsel recommends that the Commission dismiss
- 8 MUR 5589R, close the file effective two weeks from the date of the Commission vote, and
- 9 approve the appropriate letters. Closing the case as of this date will allow CELA and

BY:

- 10 General Law and Advice the necessary time to prepare the closing letters and the case file for
- 11 the public record.

James A. Kahl
Deputy General Counsel

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Date

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31 Attachment:

32 Narrative in MUR 5589R

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Gregory R. Bake

Special Counsel

Supervisory Attorney

Complaints Examination & Legal Administration

Complaints Examination

& Legal Administration

**MUR 5589R** 

Complainant: Kelly J. Herold

**Respondents:** The Buffalo County Progressives

Allegations: The complainant alleges that the respondent, The Buffalo County Progressives ("BCP"), made expenditures in excess of \$1,000 to influence federal elections, but failed to register and report as a political action committee. Specifically, the respondent allegedly paid for advertisements in support of Presidential or U.S. Senate candidates in two newspapers in August through-October:2004, for billboard space advocating the defeat of President Bush, and for mass mailings supporting candidate John Kerry. The complainant noted that he obtained the approximate cost for the ads by calling the various advertising venues.

Responses: The Buffalo County Progressives responded by noting that they are a small group of friends that formed for the purpose of educating the public about "important issues of the day." BCP claims that their advertisements during the 2004 election were not intended to expressly advocate for a particular candidate, but rather the purpose of the ads were to inform the public. Moreover, they assert that their total costs did not exceed \$1,000 (although they did not provide an exact dollar figure in their response).

Response filed: November 30, 2004